JOURNAL OF
Economic Theory

EDITOR: Karl Shell

ACTING EDITOR: Wayne Shafer

ASSOCIATE EDITORS:

A. B. Atkinson
Robert J. Aumann
William A. Brock
Donald J. Brown
David Cass
Paul Champsaur
Gerard Debreu
Duncan K. Foley
Steven M. Goldman
Jean-Michel Grandmont
Frank H. Hahn
Oliver D. Hart
Walter Perrin Heller
Werner Hildenbrand
Jean Jaskold-Gabszewicz
Leif Johansen
Mordecai Kurz
John Ledyard
Hayne Leland
Robert E. Lucas, Jr.
Mukul Majumdar
Edmond Malinvaud
Andreu Mas-Colell
Prasanta K. Pattanaik
Roy Radner
John Roberts
Stephen A. Ross
Michael Rothschild
José A. Scheinkman
Dieter Sondermann
David A. Starrett

ASSISTANT EDITOR: Virginia T. Glauser

Volume 16, 1977

ACADEMIC PRESS
New York and London

A Subsidiary of Harcourt Brace Jovanovich, Publishers

Copyright © 1977 by Academic Press, Inc.

All Rights Reserved

No part of this publication may be reproduced or transmitted in any form or by any means, electronic or mechanical, including photocopy, recording, or any information storage and retrieval system, without permission in writing from the copyright owner.

Printed by the St. Catherine Press, Ltd., Bruges, Belgium

Contents of Volume 16

Number 1, October 1977

Daniel S. Christiansen and Mukul K. Majumdar. On Shifting Temporary Equilibrium. 1

Kwan Koo Yun. Stability of Competitive Industry Equilibrium. . 10

Michael Landsberger and Dan Peled. Duration of Offers, Price Structure, and The Gain From Search. 17

Edi Karni and Aba Schwartz. Search Theory: The Case of Search with Uncertain Recall. 38

Oliver D. Hart. Take-Over Bids and Stock Market Equilibrium. . 53

Dennis J. Packard and Ronald A. Heiner. Ranking Functions and Independence Conditions. 84

Rajat Deb. On Schwartz's Rule. 103

Notes, Comments, and Letters to the Editor

C. R. Birchenhall. Conditions for the Existence of Maximal Elements in Compact Sets. 111

Jacques H. Drèze, Jean Jaskold–Gabszewicz, and Andrew Postlewaite. Disadvantageous Monopolies and Disadvantageous Endowments. 116

Number 2, December 1977

Mamoru Kaneko. The Ratio Equilibrium and a Voting Game in a Public Goods Economy. 123

Joseph Greenberg. Existence of an Equilibrium with Arbitrary Tax Schemes for Financing Local Public Goods. 137

Jack Schechtman and Vera L. S. Escudero. Some Results on "An Income Fluctuation Problem". 151

Charles Wilson. A Model of Insurance Markets with Incomplete Information. 167

Melvin J. Hinich. Equilibrium in Spatial Voting: The Median Voter Result is an Artifact. 208

Emmett B. Keeler, Daniel A. Relles, and John E. Rolph. The Choice between Family and Individual Deductibles in Health Insurance Policies. 220

Benjamin Eden. The Role of Insurance and Gambling in Allocating Risk over Time. 228

Alvin E. Roth. Independence of Irrelevant Alternatives, and Solutions to Nash's Bargaining Problem. 247

Truman Bewley. The Permanent Income Hypothesis: A Theoretical Formulation. 252

WAYNE J. SHAFER. Revealed Preference Cycles and the Slutsky Matrix. 293
GERALD H. KRAMER. A Dynamical Model of Political Equilibrium. 310
H. P. YOUNG. Extending Condorcet's Rule. 335
J. S. JORDAN. Expectations Equilibrium and Informational Efficiency for Stochastic Environments. 354
LOUIS L. WILDE. Labor Market Equilibrium under Nonsequential Search. 373
J. GREENBERG AND B. SHITOVITZ. Advantageous Monopolies. . . . 394
JOHN E. ROEMER. Technical Change and the "Tendency of the Rate of Profit to Fall". 403
JOAQUIM SILVESTRE. A Model of General Equilibrium with Monopolistic Behavior. 425
ANDREU MAS-COLELL. Indivisible Commodities and General Equilibrium Theory. 443
EHUD KALAI AND EITAN MULLER. Characterization of Domains Admitting Nondictatorial Social Welfare Functions and Nonmanipulable Voting Procedures. 457

NOTES, COMMENTS, AND LETTERS TO THE EDITOR

MARK WALKER. On the Existence of Maximal Elements. . . . 470
PERRY SHAPIRO. Aggregation and the Existence of a Social Utility Function. 475
ALVIN E. ROTH. Utility Functions for Simple Games. 481
MASAAKI HOMMA. A Characteristic Feature of the Consumption-Loan Model. 490
MICHAEL SATTINGER. Compensating Wage Differences. 496
GERSHON FEDER. The Impact of Uncertainty in a Class of Objective Functions. 504
ROY GARDNER. Shapley Value and Disadvantageous Monopolies. 513
HANS KEIDING. A Note on the Game Theoretic Interpretation of Walras Equilibria. 518
JOHN ROBERTS AND HUGO SONNENSCHEIN. On the Existence of Cournot Equilibrium without Concave Profit Functions: Acknowledgment. 521

ERRATUM 522

AUTHOR INDEX FOR VOLUME 16. 523